GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Industries & Commerce Department. - Sugars - Purchase Tax on sugar cane – Passing on the Purchase Tax amount of Rs.60/- per M.T. to the cane growers as Incentive for 2015-2016 crushing season - Orders – Issued.

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INDUSTRIES & COMMERCE (P ROG.II) DEP ARTMENT

G.O.RT.No. 394 Dated: 18-11-2016

Read:

From the Director of Sugar & Cane Commissioner, AP , Hyd. Letter No .C2/4057/2013, Dt.02 04.2016.

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O R D E R:

The Director of Sugar, Government of A.P ., in his letter read above has requested to issue orders for continuation of passing on of Purchase Tax incentive @ Rs.60/- per MT payable by the sugar factories uniformly to all the cane suppliers in the zone areas of Coop. Sugar Factories and Private Sugar Factories for 2015-2016 crushing season, in the interest of the cane growers, to avoid the Audit objections

2. After careful examination of the proposal of the Director of Sugar and Cane Commissioner, Government hereby issue orders of continuation of passing on of Purchase Tax incentive @ Rs 60 per MT payable by the sugar factories to the Government, to the cane suppliers for the 2015-16 crushing season.

3. The sugar factories concerned shall pass on the above Purchase Tax to the sugarcane growers/suppliers from the date of commencement of crushing operations of 2015-2016 season, in the interest of sugarcane growers, duly following the procedure, as was done in the previous seasons(Annexure).

4. The Director of Sugar and Cane Commissioner, Government of A.P., shall take necessary further action in the matter, for implementing the above orders, without any deviation.

5. This order issues with the concurrence of Finance (FMU-REV-IC) Department vide their U.O.No.45027/163/2016, Dt.16.11.2016.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

M. G IRIJA SHANKAR,
SECRETA RY TO GOVERNMENT

To
The Director of Sugar & Cane Commissioner, A.P ., Tadepalli, Guntur District.
All the Sugar Factories in the State thro ugh the Do S& CC, A.P . Tadepalli, Guntur District.,
The Secretary to Govt. of India, Ministry o f Consumer Affairs, Food & Public Distribution, Dept. of Food & Public Distribution, Krishi Bhavan, New Delhi.

Copy to :

The Accountant General, AP , Hyderabad.
The Director, Treasury Accounts, AP, Amaravathi
The Principal Secretary to Govt., Finance (R& E) Dept., A.P , Amaavathi
The Special Chief Secretary to Govt., Public Enterprises Dept. A.P ., Amaavathi
The Finance (FMU Rev-I& C) Department.
The P .S to Secretary to C.M.
The P .S. to Secretary to Govt.(Sugar)
Sc/Sf

//FORWARDED:: BY ORDER//

SECTION OFFICER

ANNEXURE

[TO G.O.Rt.No.394, Dt:18 -11-2016, INDUSTRIES & COMMERCE (PROG.II) DEPARTMENT]

1. The Purchase Tax Incentive on Cane Price of Rs.60/- per M.T. by the sugar factories payable to the cane suppliers shall be adjusted against the Purchase Tax for the cane purchased by them and payable to the Government, for which the following procedure shall be adopted.

2. As per the Sugarcane Pricing Policy in respect of crushing season 2015- 16, the occupier of sugar factories should pay to the cane suppliers the purchase tax incentive price at the rate of Rs.60/- per M.T. and obtain the signature of the cane suppliers for the value of the cane supplied. The Sugar Factories paying the incentive of Rs.60/- per M.T. to the cane suppliers through the Banks should submit a certificate of payments issued by the concerned Banks.

3. Immediately after the payment is made and at the end of each crushing season the sugar factories shall prefer a bill for adjustment of the incentive price paid at Rs.60/- to the cane suppliers to the Director of Sugar and Cane Commissioner, Government of Andhra Pradesh, Hyderabad **or** his/her nominee to whom the powers are delegated by him/her. Along with the bill, the list of cane suppliers to whom the incentive price paid and the amount paid to them, duly certified and counter signed by the managements of the sugar factories shall be enclosed.

4. After receipt of the Bills as mentioned above from the sugar factories, the Director of Sugar shall send a proposal to the Government to release funds / Budget Release order, and BRO will be issued by Finance Department from the budget provision, if necessary additional funds over and above budget provision towards reimbursement of Purchase Tax.

5. After receipt of BRO / Administrative Sanction, the Director of Sugar & Cane Commissioner of Andhra Pradesh, Hyderabad shall prefer an adjustment bill with the Treasury duly indicating the Debit Head of Account "2852 – 08 – MH -201 SUGAR – SH (08) ASSISTANCE TO COOP ERATIVE SUGAR FACTORIES TOWARDS REIMBURSEMENT OF PURCHASE TAX INCENTIVES – 310/312 OTHER GRANTS IN AID" and Credit Head of Account ie., "0045 -OTHER TAXES AND DUTIES OF COMMODITIES ANDSERVICES - 114 - RECEIP TS UNDERSUGARCANE (REGULATION OFSUPPLY AND PURCHASE) ACT, 1961 (01) – TAXCOLLECTION' PURCHASE TAX ON SUGARCANE' for adjustment of the amounts towards Purchase Tax.

6. The Director of Sugar and Cane Commissioner shall obtain supplementary grant during the respective financial year for the amount actually adjusted over and above the budget provision.

7. The Incentive Cane Price of Rs.60/- to the cane suppliers shall be paid by the sugar factories within 14 days from the date of purchase/supply of cane, failing which interest shall be charged on purchase tax incentive due amount, as per the Act and Rules in force and the interest portion shall be passed on to the respective cane suppliers.

M. GIRIJA SHANKAR,
SECRETA RY TO GOVERNMENT.